

Agenda Date: 12/19/01 Agenda Item: 3B

## STATE OF NEW JERSEY Board of Public Utilities

Two Gateway Center Newark, NJ 07102

IN THE MATTER OF COMCAST	) CABLE TELEVISION
CABLEVISION OF NEW JERSEY, INC.	)
(EAST ORANGE/WOODBRIDGE, UNION	)
AND VERONA) FOR APPROVAL OF THE	ORDER ADOPTING STIPULATION
FILINGS OF FCC FORM 1240, AN ANNUAL	)
UPDATING OF THE MAXIMUM PERMITTED	)
RATE FOR THE REGULATED BASIC CABLE	DOCKET NOS. CR01080468
SERVICE USING THE OPTIONAL	CR01080469
EXPEDITED RATE PROCEDURES	CR01080470

(SERVICE LIST ATTACHED)

## BY THE BOARD:

On August 1, 2001, Comcast Cablevision of New Jersey, Inc. (East Orange/Woodbridge, Union and Verona systems) ("Petitioner") filed Federal Communications Commission ("FCC") Forms 1240, Docket Numbers CR01080468, CR01080469 and CR01080470, seeking approval by the Board of Public Utilities ("Board") for an annual rate adjustment in their maximum permitted rates resulting from an adjustment for inflation, channel changes, programming costs and copyright fees pursuant to the Cable Television Consumer Protection and Competition Act of 1992, 47 U.S.C. § 543 et seq., and provisions of the New Jersey Cable Television Act, N.J.S.A. 48:5A-1 et seq.

The Board, at its public meeting on January 10, 1996, in Docket Number CX95120636, approved the implementation of Optional Expedited Rate Procedures for the processing of certain filings made with the Office of Cable Television ("OCTV"). The intended purpose of these procedures is to grant final rates as quickly as possible to any cable company that chooses this process. In the spirit of cooperation based on the principles of Alternate Dispute Resolution ("ADR"), the discovery content is limited, thereby reducing the timeframe for settlement.

Petitioner chose to pursue its filings with the Board through the approved procedures. To that end, a pre-transmittal conference was held on October 24, 2001 and attended by representatives of the Petitioner, the Division of the Ratepayer Advocate and Board Staff. Petitioner agreed to waive its Office of Administrative Law ("OAL") litigation rights for these matters. It should be noted that Petitioner's waiver was a knowing, voluntary and intelligent waiver of its litigation rights at the OAL and that the waivers did not constitute a circumvention of the FCC rules nor did it affect Petitioner's right to appeal in that forum.

Petitioner notified its customers of the rate changes by way of newspaper announcements informing them of their opportunity to submit written comments to the Board for a period of thirty days. The notices for the three systems appeared in the <u>Star Ledger</u> on September 6, 2001. No comments were received as a result of the public notices.

After review by Staff and the Ratepayer Advocate of the supporting documentation, schedules and other discovery requests, a settlement conference was held on October 31, 2001. On December 4, 2001, the parties entered into Stipulations of Settlement.

The Board has reviewed the Stipulations of Settlement and FINDS them to be reasonable, in the public interest and in accordance with the law. Therefore, the Board HEREBY ADOPTS the Stipulations of Settlement (attached hereto) as its own, incorporating by reference the terms and conditions therein as if fully set forth at length herein.

The Board FURTHER ORDERS that should these cable systems, or any part thereof, merge, and/or migrate to another system, be upgraded and/or rebuilt, their ownership or control be otherwise sold or transferred to another entity, the basic service tier rate that will be eliminated or superseded as a result of the merger, migration, upgrade, rebuild, sale or transfer must be "trued-up" [47 C.F.R. § 76.922 (e) (3)]. The final true-up for the affected system, or any part thereof, should be calculated on FCC Form 1240 and begin where the last true-up period ended on its prior FCC Form 1240. This true-up calculation shall be filed with the Board when all the affected subscribers are being charged the rate resulting from the merger, migration, upgrade, rebuild, sale or transfer and may be filed in conjunction with the annual rate adjustment cycle (Form 1240) established as a result of said merger, migration, upgrade, rebuild, sale or transfer.

The cable systems, or any part thereof, may be subsequently deregulated as a result of a finding by the Board, the FCC or other party of competent jurisdiction, that these systems, or any portion thereof, is subject to effective competition. Should that be the case, the last basic service rate established as a result of a prior FCC Form 1240 or such subsequent rate calculation method as may be heretofore adopted by the Board, the FCC or other party of competent jurisdiction, prior to the deregulation of any rate that is now or may in the future be subject to the Board's

jurisdiction, must be trued-up for the period of time that the affected rates were subject to regulation by the Board.

DATED:	December 19, 2001	BOARD OF PUBLIC UTILITIES

BY:

(signed)

CONNIE O. HUGHES

**PRESIDENT** 

(signed)

FREDERICK F. BUTLER

COMMISSIONER

(signed)

CAROL J. MURPHY COMMISSIONER

ATTEST:

(signed)

HENRY M. OGDEN ACTING BOARD SECRETARY

## IN THE MATTER OF COMCAST CABLEVISION OF NEW JERSEY, INC. (EAST ORANGE/WOODBRIDGE, UNION & VERONA SYSTEMS) FCC FORM 1240 USING THE OPTIONAL EXPEDITED RATE PROCEDURES

DOCKET NUMBERS: CR01080468, CR01080469, CR01080470

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